

Message Text

UNCLASSIFIED

PAGE 01 ROME 05882 311240Z

ACTION EB-08

INFO OCT-01 EUR-12 ISO-00 AID-05 CIAE-00 COME-00

FRB-01 INR-10 NSAE-00 USIA-15 XMB-04 OPIC-06

SP-02 LAB-04 SIL-01 OMB-01 /070 W

-----057752 010221Z /73

R 311211Z MAR 78

FM AMEMBASSY ROME

TO SECSTATE WASHDC 1721

TREASURY DEPARTMENT WASHDC

UNCLAS ROME 5882

E.O. 11652: N/A

TAGS: ETRD, EGEN, IT

SUBJ: MIXED CREDITS

REF: STATE 75697

1. GIVEN THE INSTITUTIONAL FRAMEWORK OF ITALIAN AID POLICY, THE EXTENSION OF MIXED CREDITS IS NOT FEASIBLE AND IN FACT NO SUCH CREDITS ARE MADE.

2. REGARDING ITALIAN AID, ITALIANS SUBMITTED LATEST AVAILABLE INFORMATION (FOR 1975) TO DEVELOPMENT ASSISTANCE COMMITTEE (DAC) IN THE OECD IN DOCUMENTS DAC/AR (76) 1/12, DATED AUGUST 19, 1976, AND ITS STATISTICAL ANNEX, DATED NOVEMBER 9, 1976. REGARDING TIED AID CREDITS WITH GRANT ELEMENT OF LESS THAN 25 PERCENT, ITALIANS MAKE NO SUCH CALCULATIONS OF GRANT ELEMENT (THEY HAVE NOT SUBSCRIBED TO 1972 RECOMMENDATION ON TERMS OF AID), BUT DO SUBMIT INFORMATION TO OECD ON INTEREST RATES, MATURITIES, AND GRACE PERIODS ON INDIVIDUAL CREDITS AND TYING STATUS ON GROSS DISBURSEMENTS OF OFFICIAL DEVELOPMENT ASSISTANCE (TABLES 6 AND 7 OF STATISTICAL ANNEX DAC/AR (76) 1/2 OF NOVEMBER 9, 1976). THE OECD REPORTS, IN TURN, ON ITALIAN TERMS OF AID, AS IN THE REPORT PREPARED FOR ITALY'S ANNUAL AID REVIEW (DAC/AR (76) 2/12 OF NOVEMBER 9, 1976.

UNCLASSIFIED

UNCLASSIFIED

PAGE 02 ROME 05882 311240Z

3. ON THE BASIS OF AVAILABLE INFORMATION, EMBASSY BELIEVES THE CONCESSIONAL ELEMENT IN ITALIAN AID LOANS IS QUITE HIGH. IT AVERAGED 49 PERCENT IN 1975. OF THE TOTAL \$31 MILLION IN AID LOANS IN 1975, ONLY \$3.2 MILLION WAS TIED. IT SEEMS THEREFORE, THAT BOTH ON THE BASIS OF VOLUME AND TERMS OF AID, ITALIANS MAKE LITTLE IF ANY USE OF "TIED AID CREDITS WITH A GRANT ELEMENT

OF LESS THAN 25 PERCENT." GARDNER

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: TRADE PROMOTION, ECONOMIC ASSISTANCE, CREDIT AGREEMENTS
Control Number: n/a
Copy: SINGLE
Draft Date: 31 mar 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 jan 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978ROME05882
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D780141-0462
Format: TEL
From: ROME
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t1978033/aaaaacan.tel
Line Count: 63
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 850138be-c288-dd11-92da-001cc4696bcc
Office: ACTION EB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: 78 STATE 75697
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 29 mar 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: N/A
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3216706
Secure: OPEN
Status: NATIVE
Subject: MIXED CREDITS
TAGS: ETRD, EGEN, IT
To: STATE TRSY
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/850138be-c288-dd11-92da-001cc4696bcc
Review Markings:
Sheryl P. Walter
Declassified/Released
US Department of State
EO Systematic Review
20 Mar 2014
Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014